

Message Text

UNCLASSIFIED

PAGE 01 BRASIL 08764 202014Z

64

ACTION ARA-10

INFO OCT-01 ISO-00 SP-02 AID-05 EB-07 NSC-05 RSC-01

CIEP-02 TRSE-00 SS-15 STR-04 OMB-01 CEA-01 CIAE-00

COME-00 FRB-01 INR-07 NSAE-00 XMB-04 OPIC-06 LAB-03

SIL-01 AGR-10 PA-02 PRS-01 USIA-15 /104 W

----- 046927

R 201950Z NOV 74

FM AMEMBASSY BRASILIA

TO SECSTATE WASHDC 6525

INFO AMCONSUL RIO DE JANEIRO

AMCONSUL SAO PAULO

UNCLAS BRASILIA 8764

E.O. 11652: N/A

TAGS: EFIN, BR

SUBJECT: EXPORTS AND INFLATION IN OCTOBER

1. PRELIMINARY DATE RELEASED THIS WEEK INDICATE THAT EXPORTS DURING JAN/OCT. AMOUNTED TO \$5,895 MILLION, REPRESENTING AN INCREASE OF 16.22 PERCENT OVER THE COMPARABLE PERIOD LAST YEAR. THE OCTOBER EXPORT FIGURE OF \$694 MILLION, HOWEVER, SHOWED A DECLINE AS COMPARED WITH THE TWO PREVIOUS MONTHS (SEPTEMBER, \$816 MILLION AND AUGUST, (COFFEE AND OTHER AGRICULTURAL COMMODITIES APPEAR TO BE RESPONSIBLE FOR THIS) \$756 MILLION). THUS, FOR THE SECOND TIME THIS YEAR EXPORTS FAILED TO SHOW AN INCREASE FROM THE PRECEDING MONTH (THE LAST TIME THIS HAPPENED WAS IN MAY). ASSUMING THAT DURING THE LAST TWO MONTHS OF THE YEAR EXPORTS GREW AT THE AVERAGE RATE OF THE LAST FOUR MONTHS, PROJECTED EXPORTS BY YEAR-END COME TO \$7.4 BILLION. WITH AN ESTIMATED IMPORT BILL OF \$12 BILLION, THE OUR TRADE DEFICIT IS ON THE ORDER OF \$4.6 BILLION.

2. THE OCTOBER FIGURE ALSO SHOW THAT, FOR THE FIRST TIME THIS YEAR, THE CUMULATIVE TOTAL OF EXPORTS OF BASIC UNCLASSIFIED

UNCLASSIFIED

PAGE 02 BRASIL 08764 202014Z

PRODUCTS (AT \$3.494 MILLION) REGISTERED

AN INCREASE OVER THE COMPARABLE 1973 PERIOD (THE
JAN/OCT. 1974-JAN/OCT. 1973 INCREASE WAS 1.24 PERCENT.)
INDUSTRIAL PRODUCTS, ON THE OTHER HAND, CONTINUED THEIR
RAPID GROWTH, SHOWING AN INCREASE OF 48.3 PERCENT
DURING THE FIRST TEN MONTHS OVER THE SAME TIME LAST YEAR.

3. INFLATION IN OCTOBER SHOWED BEGINNING SIGNS OF
ABATING. THE GUANABARA COST-OF-LIVING INDEX WENT UP
BY 1.5 PERCENT OVER SEPTEMBER, THE SMALLEST MONTHLY
RISE OF THE YEAR. DURING JAN/OCT., THE GUANABARA
INDEX ROSE BY 29.2 PERCENT. IF THE MONTHLY RATE IN
THE REMAINING TWO MONTHS STABILIZES AT 1.5 PERCENT, AS
THE MONETARY AUTHORITIES HOPE, INFLATION BY YEAR -
END WILL BE AROUND 33 PERCENT.
CRIMMINS

UNCLASSIFIED

NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01 JAN 1994
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: INFLATION, EXPORT DATA, RETAIL PRICE INDEXES
Control Number: n/a
Copy: SINGLE
Draft Date: 20 NOV 1974
Decaption Date: 01 JAN 1960
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Authority: n/a
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01 JAN 1960
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1974BRASIL08764
Document Source: CORE
Document Unique ID: 00
Drafter: n/a
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Film Number: D740336-0494
From: BRASILIA
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1974/newtext/t19741129/aaaaaxwt.tel
Line Count: 76
Locator: TEXT ON-LINE, ON MICROFILM
Office: ACTION ARA
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators:
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: n/a
Review Action: RELEASED, APPROVED
Review Authority: boyleja
Review Comment: n/a
Review Content Flags:
Review Date: 05 JUN 2002
Review Event:
Review Exemptions: n/a
Review History: RELEASED <05 JUN 2002 by chicheje>; APPROVED <12 FEB 2003 by boyleja>
Review Markings:

Declassified/Released
US Department of State
EO Systematic Review
30 JUN 2005

Review Media Identifier:
Review Referrals: n/a
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
Secure: OPEN
Status: NATIVE
Subject: EXPORTS AND INFLATION IN OCTOBER
TAGS: EFIN, BR
To: STATE
Type: TE
Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005